

**LEMON GROVE | CITY COUNCIL |**  
**AGENDA ITEM SUMMARY**

**Item No.** 1.D  
**Mtg. Date** September 16, 2014  
**Dept.** Finance

**Item Title:** City of Lemon Semi-Annual Investment Report (January 1 – June 30, 2014)

**Staff Contact:** Cathy Till, Finance Director

**Recommendation:**

Staff recommends that the City Council receive and file the investment report (**Attachment A**) for the six month period ending June 30, 2014.

**Item Summary:**

California law and the City's Investment policy require the City's fiscal officer to submit a semi-annual report to the City Council at the end of each six month period. The report should contain information on all securities held, and include a statement denoting the ability of the local agency to meet its expenditure requirements for the next six months. The staff report provides the name of the investing entities, the balance in each account, the investment yield, and the interest earned for the six months ending June 30, 2014.

**Fiscal Impact:**

None.

**Environmental Review:**

- |  |  |
|--|--|
| <input checked="" type="checkbox"/> Not subject to review<br><input type="checkbox"/> Categorical Exemption, Section <u>          </u> | <input type="checkbox"/> Negative Declaration<br><input type="checkbox"/> Mitigated Negative Declaration |
|--|--|

**Public Information:**

- |  |   |   |
|--|---|---|
| <input checked="" type="checkbox"/> None                     | <input type="checkbox"/> Newsletter article   | <input type="checkbox"/> Notice to property owners within 300 ft. |
| <input type="checkbox"/> Notice published in local newspaper | <input type="checkbox"/> Neighborhood meeting |   |

**Attachments:**

A. Staff Report



# Attachment A

## LEMON GROVE CITY COUNCIL STAFF REPORT

Date 1.D

Mtg. Date September 16, 2014

Item Title: City of Lemon Semi-Annual Investment Report (January-June, 2014)

Staff Contact: Cathy Till, Finance Director

### Discussion:

The City of Lemon Grove's Investment Policy directs the City Treasurer to invest for safety, liquidity, and yield. City resources are organized and accounted for on a fund basis, with some of those funds being restricted for specified uses and others that are unrestricted. For investment purposes, however, the funds are invested as a pool. The Investment Report for the Period Ending June 30, 2014 shows a combined pool balance of \$22,274,201. In addition, the pool had combined 4th Quarter interest earnings of \$25,521. Interest for the period continues to reflect the lower rates currently being offered on safe, short-term investments.

The City is in compliance with the adopted investment policy and is able to meet its expenditure requirements for the next six months. The following table shows a summary from the City, Sanitation District, Roadway Lighting District and Successor Agency at the end of June, 2014.

	BOOK VALUE	% OF TOTAL	YIELD	INTEREST EARNED
San Diego County Pool	\$ 7,089,613	31.7	.42%	13,279
Local Agency Investment Fund (LAIF)	\$13,471,167	60.2	.23%	11,974
US Bank	\$ 1,813,421	8.1	.05%	268
<b>TOTAL</b>	<b>\$22,274,201</b>	<b>100%</b>		<b>\$25,521</b>

### Conclusion:

Staff recommends that the City Council receive and file the investment report for the six months ended June 30, 2014.